UNITED STATES DEPARTMENT OF JUSTICE OFFICE OF THE UNITED STATES TRUSTEE SOUTHERN DISTRICT OF CALIFORNIA

In Re:	CHAPTER 11 (BUSINESS))
LIGNUS, INC.	CASE NO. 17-05475-CL11	
Debtor(s).	OPERATING REPORT NO FOR THE MONTH ENDIN SEPTEMBER 30, 2017	
· · · · · · · · · · · · · · · · · · ·	TS AND DISBURSEMENTS ERAL ACCOUNT*)	
1. TOTAL RECEIPTS PER ALL PRIOR GENER	RALACCOUNT REPORTS	\$ 0
2. LESS: TOTAL DISBURSEMENTS PER ACCOUNT REPORTS	ALL PRIOR GENERAL	\$ <u>0</u>
3. BEGINNING BALANCE: From Wells Fargo I	\$ 18,138.57	
4. RECEIPTS DURING CURRENT PERIOD:		
ACCOUNTS RECEIVABLE - PRE-FILIN ACCOUNTS RECEIVABLE - POST-FILID GENERAL SALES OTHER (SPECIFY) Closing First Bank accother ** (SPECIFY)	NG \$ \$ count \$ 26,340.60	
5. BALANCE:	TOTAL RECEIPTS THIS PERIOD	: \$ <u>329,266.83</u> \$ 329,266.83
6. LESS: TOTAL DISBURSEMENTS DURING	CURRENT PERIOD	
TRANSFERS TO OTHER DIP ACCOUN' DISBURSEMENTS TOTAL DISBURSEMENTS THIS PERIOD *	\$ 318,842.33	\$ 318,842.33
7. ENDING BALANCE:		\$ 10,424.5
8. GENERAL ACCOUNT NUMBER <u>xxxxxxxx</u>	xx9807	
DEPOSITORY NAME AND LOCATION C. 444 3 rd Ave, Chula Vista, CA 91910	alifornia Bank & Trust	
* All receipts must be deposited into the general account.		

^{**} Include receipts from the sale of any real or personal property out of the ordinary course of business; attach an exhibit specifying what was sold, to whom, terms, and date of Court Order or Report of Sale.

^{***}This amount should be the same as the total from page 2.

DISBURSEMENT				
S FROM				
DATE	CHECK NUMBER	PAYEE	PURPOSE	AMOUNT
9/20/2017	WIRE	CA Bank & Trust	Bank Fee	\$ 14.00
9/22/2017	WIRE	CA Bank & Trust	Bank Fee	\$ 14.00
9/22/2017	WIRE	CA Bank & Trust	Bank Fee	\$ 15.00
9/22/2017	WIRE	Oasis Outsourcing	Payroll	\$ 7,469.46
9/25/2017	WIRE	Quart International	Invoice Payment	\$ 36,229.80
9/25/2017	WIRE	CA Bank & Trust	Bank Fee	\$ 50.00
9/25/2017	WIRE	CA Bank & Trust	Checks	\$ 286.49
9/25/2017	WIRE	T-mobile	Invoice Payment	\$ 757.90
9/26/2017	WIRE	Quart International	Invoice Payment	\$ 22,000.00
9/26/2017	WIRE	PVS	Invoice Payment	\$ 3,000.00
9/29/2017	WIRE	CA Bank & Trust	Bank Fee	\$ 14.00
9/29/2017	WIRE	Quart	Invoice Payment	\$ 47,061.76
9/29/2017	WIRE	Kuehne & Nagel	Invoice Payment	\$ 33,920.57
9/29/2017	WIRE	Oasis Outsourcing	Payroll	\$ 7,369.46
9/20/2017	9999	Parr Lumber Company	Invoice Payment	\$ 11,579.78
9/21/2017	9999	Hampton Lumbr Sales	Invoice Payment	\$ 9,026.64
9/21/2017	9999	Parr Lumber Company	Invoice Payment	\$ 23,132.25
9/22/2017	9999	Parr Lumber Company	Invoice Payment	\$ 26,118.46
9/25/2017	9999	Lauro Chavez	Office Expenses	\$ 37.99
9/26/2017	1001	Parr Lumber Company	Invoice Payment	\$ 24,709.71
9/26/2017	1002	VOIDED		\$ -
9/27/2017	1003	Transporte Mayito's	Invoice Payment	\$ 800.00
9/27/2014	1004	VOIDED		\$ -
9/28/2017	1005	Parr Lumber Company	Invoice Payment	\$ 35,932.11
9/28/2017	1006	Maria Hagenah	Reimbursement for Office Cabinets	\$ 914.91
9/28/2017	9999	Pedro Duran	Sales Commision	\$ 1,000.00
9/29/2017	1007	Hampton Lumbr Sales	Invoice Payment	\$ 17,368.77
9/29/2017	1008	VOIDED		\$ -
9/29/2017	1009	VOIDED		\$ -
9/29/2017	1110	Lauro Chavez	Office Expenses	\$ 380.61
9/29/2017	1111	Carlos Tellez	Office Supplies	\$ 29.06
9/29/2017	1012	Parr Lumber Company	Invoice Payment	\$ 9,609.60

318,842.33

TOTAL DISBURSEMENTS THIS PERIOD

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GENERAL ACCOUNT BANK RECONCILIATION*

Balance per bank statement dated: 9/29/2017			\$ <u>10,834.17</u>	
Plus deposits in transit (a):				
<u>Deposit Date</u>	Deposit Am	<u>ount</u>		
	\$			
Total deposits in transit			0	
Less outstanding checks (a):				
Check Number	Check Date	Check Amount		
<u>1010</u> 1011	9/29/2017	\$380.61 \$29.06		
Total outstanding checks			<409.67	>
Bank statement adjustments**				
Adjusted bank balance			\$ 10,424.50	

^{*} It is acceptable to attach lists of deposits in transit and outstanding checks to this form or to replace this form with a similar form.

^{**} Please attach a detailed explanation of any bank statement adjustment.

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I. <u>CASH RECEIPTS AND DISBURSEMENTS</u> (Continued) B. <u>(PAYROLL ACCOUNT)</u>

1.	TOTAL RECEI	PTS PER ALL PRIC	OR PAYROLL ACCOU	NT REPORTS	\$ <u>N/A</u>
2.	LESS: TOTAL DISBURSEMENTS PER ALL PRIOR PAYROLL ACCOUNT REPORTS				\$
3.	BEGINNING BALANCE				\$
4.	RECEIPTS: TRANS	\$			
5.	BALANCE				\$
6.	LESS: DISBUR	SEMENTS DURING	G CURRENT PERIOD		
	<u>DATE</u> <u>C</u>	CHECK NO.	<u>PAYEE</u>	<u>AMOUNT</u>	
			TOTAL DISBUI	RSEMENTS THIS PER	IOD: \$
7.	ENDING BALA	NCE:			\$
8.	PAYROLL AC	COUNT NUMBER _			
			TION		

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PAYROLL ACCOUNT BANK RECONCILIATION*

Balance per bank statement dated:	:		\$ <u>N/A</u>	
Plus deposits in transit (a):				
Deposit Date	Deposit Am	<u>ount</u>		
	\$			
Total deposits in transit				
Less outstanding checks (a):				
Check Number	Check Date	Check Amount		
Total outstanding checks	_		<	>
Bank statement adjustments**				
Adjusted bank balance			\$	

^{*} It is acceptable to attach lists of deposits in transit and outstanding checks to this form or to replace this form with a similar form.

^{**} Please attach a detailed explanation of any bank statement adjustment.

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I. <u>CASH RECEIPTS AND DISBURSEMENTS</u> (Continued) B. (<u>TAX ACCOUNT</u>)

OTAL RECEIPTS	S PER ALL PRIOR T	AX ACCOUNT R	EPORTS	\$ <u>N/A</u>
LESS: TOTAL DISBURSEMENTS PER ALL PRIOR TAX ACCOUNT REPORTS			\$	
BEGINNING BALANCE				\$
ECEIPTS: TRANSFER	RRED FROM GENER	RAL ACCOUNT		\$
SALANCE				\$
ESS: DISBURSE	MENTS DURING CU	JRRENT PERIOD)	
OATE CHE	CCK NO.	<u>PAYEE</u>	<u>AMOUNT</u>	
		TOTAL DISBU	JRSEMENTS THIS PE	RIOD: \$
NDING BALANC	CE:			\$
'AX ACCOUNT N	IUMBER			
DEPOSITORY NA	ME AND LOCATION	N		
NDING BALANC		RY SCHEDULE (OF CASH	
GENER AL	$A(C(C)) \cup N(T)$		\$	
GENERAL PAYROLL			\$ \$	
PAYROLL.	ACCOUNT		\$	
PAYROLL . TAX ACCO	ACCOUNT DUNT		\$ \$	
PAYROLL . TAX ACCC OTHER AC	ACCOUNT		\$	
PAYROLL . TAX ACCC OTHER AC	ACCOUNT DUNT COUNTS*: DNIES*:		\$ \$ \$	
	ESS: TOTAL DIS ACCOUNT EGINNING BALA ECEIPTS: TRANSFER ALANCE ESS: DISBURSE ATE CHE NDING BALANC AX ACCOUNT NO EPOSITORY NA	ESS: TOTAL DISBURSEMENTS PER ACCOUNT REPORTS EGINNING BALANCE ECEIPTS: TRANSFERRED FROM GENER ALANCE ESS: DISBURSEMENTS DURING CU ATE	ESS: TOTAL DISBURSEMENTS PER ALL PRIOR TATA ACCOUNT REPORTS EGINNING BALANCE ECEIPTS: TRANSFERRED FROM GENERAL ACCOUNT ALANCE ESS: DISBURSEMENTS DURING CURRENT PERIOD ATE CHECK NO. PAYEE TOTAL DISBURDING BALANCE: AX ACCOUNT NUMBER DEPOSITORY NAME AND LOCATION D. SUMMARY SCHEDULE OF THE ACCOUNT ACCOUNT OF THE A	EGINNING BALANCE ECEIPTS: TRANSFERRED FROM GENERAL ACCOUNT ALANCE ESS: DISBURSEMENTS DURING CURRENT PERIOD ATE CHECK NO. PAYEE AMOUNT TOTAL DISBURSEMENTS THIS PERIOD NOTE: AX ACCOUNT NUMBER DEPOSITORY NAME AND LOCATION D. SUMMARY SCHEDULE OF CASH

NOTE: Attach copies of monthly accounts statements from financial institutions for each account.

^{*} Specify the fund and the type of holding (i.e., CD, Savings Account, Investment securities, etc.), and the depository name, location, and account number.

^{**} Attach exhibit itemizing all petty cash transactions.

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TAX ACCOUNT BANK RECONCILIATION*

Balance per bank statement dated	:		\$ <u>N/A</u>	
Plus deposits in transit (a):				
Deposit Date	Deposit Amo	<u>unt</u>		
	\$			
				
Total deposits in transit				
Less outstanding checks (a):				
Check Number	Check Date	Check Amount		
Total outstanding checks			<	>
Bank statement adjustments**				
Adjusted bank balance			\$	

^{*} It is acceptable to attach lists of deposits in transit and outstanding checks to this form or to replace this form with a similar form.

^{**} Please attach a detailed explanation of any bank statement adjustment.

II. STATUS OF PAYMENTS TO SECURED CREDITORS, LESSORS, AND OTHER PARTIES TO EXECUTORY CONTRACTS

CREDITOR, LESSOR, ETC.	FREQUENCY OF PAYMENTS (Mo./Qtr.)	AMOUNT OF PAYMENT	POST-PETITION PAYMENTS NOT MADE (NUMBER)	TOTAL DUE
Chase/Land Rover*	Monthly	\$1,231.43	0	0
Ally*	Monthly	\$873.51	0	0
			TOTAL DUE	0

^{*} Payments are being made by third party.

III. TAX LIABILITIES

FOR THE REPORTING PERIOD:
GROSS SALES SUBJECT TO SALES TAX
TOTAL WAGES PAID

\$ <u>0</u> \$ 33,672.40 (incl. pre-petition)

	TOTAL POST-PETITION AMOUNTS OWING	AMOUNT DELINQUENT	DATE DELINQUENT AMOUNT DUE
FEDERAL WITHHOLDING	\$	\$	
STATE WITHHOLDING	\$	\$	
FICA - EMPLOYER'S SHARE	\$	\$	
FICA - EMPLOYEE'S SHARE	\$	\$	
FEDERAL UNEMPLOYMENT	\$	\$	
STATE WITHHOLDING	\$	\$	
SALES AND USE	\$	\$	
REAL PROPERTY	\$	\$	
OTHER: (SPECIFY)	\$	\$	
TOTAL:	\$	\$	

NOTE: All payroll and taxes are paid by Oasis Outsourcing, Inc. ("Oasis"), a Professional Employer Organization, which bills the Debtor for the gross liability paid by Oasis. The Debtor is current on its obligations to Oasis.

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IV. AGING OF ACCOUNTS PAYABLE AND ACCOUNTS RECEIVABLE

	ACCOUNTS PAYABLE* (POST-PETITION ONLY)	ACCOUNTS Pre-Petition	RECEIVABLE Post-Petition
30 days or less	122,954.69	710,418.43	474,246.71
31 - 60 days		426,397.05	
61 - 90 days		210,38.86	
91 - 120 days		3,132.01	
Over 120 days		50,727.19	
TOTALS:	122,954.69	1,401,713.36	474,246.71

V. <u>INSURANCE COVERAGE</u>

	CARRIER	COVERAGE	E
General Liability	United Fire Group	\$1,000,000.00	
Worker Compensation	Zurich	\$1,000,000.00	
Casualty	Liberty Mutual	\$300,000.00	
Vehicle	Progressive	\$100,000.00	

NAME OF CARRIER	AMOUNT OF COVERAGE	POLICY EXPIRATION DATE	PREMIUM PAID THROUGH:
United Fire Group	\$1,000,000.00	7/21/2018	Current
Zurich	\$1,000,000.00	6/01/2018	Current
Liberty Mutual	\$300,000.00	12/04/2017	Current
Progressive	\$100,000.00	1/07/2018	Current

VI. <u>UNITED STATES TRUSTEE QUARTERLY FEES</u> (TOTAL PAYMENTS)

Qtrly Period Ending	Total Disbursements	Qtrly Fees	Date Paid	Amount Paid	Qtrly Fee Still Owing
9/30/2017	\$368,452.60	\$4,875.00	10/17/2017	\$325.00	\$4,550.00

^{*} Post-Petition Accounts Payable should not include professionals' fees and expenses which have been incurred but not yet awarded by the Court. Post-Petition Accounts Payable should include professionals' fees and expenses authorized by Court Order but which remain unpaid as of the close of the period of the report.

Case 17-05475-CL11 Filed 10/24/17 Entered 10/24/17 07:43:28 Doc 42 Pg. 10 of 22 VII. <u>SCHEDULE OF COMPENSATION PAID TO INSIDERS</u>

Name of Insider	Date of Order Authorizing Compensation	Authorized Gross Compensation*	Gross Compensation Paid During the Month
Carmen Hernandez	Interim 9/11/17 Final 10/6/2017	\$1,800.00 /week	\$9,000.00**
Jose Gaitan	Interim 9/11/17 Final 10/6/2017	\$1,800.00/week	\$9,000.00**
Jose Carlos Gaitan	Interim 9/11/17 Final 10/6/2017	\$634.48/week	\$3,172.40**

^{*} Please indicate how compensation was identified in the order (e.g., \$1,000/wk, \$2,500/mo)

VIII. SCHEDULE OF OTHER AMOUNTS PAID TO INSIDERS

Name of Insider	Date of Order Authorizing Payment	Description	Amount Paid During the Month

^{**}Indicates payments made for the entire month of September, including pre-petition payment.

	Posting Date:	From	09/09/17	То	09/30/1
	3		Template		Chart of Account
			Report Cy	cle:	Annual Repo
ansaction Cross-Section by Posting Date					Currency:
count Name		Sy	stem Currency		Year-to-Da
Revenues					
41000000000000 - Sales Revenue			475,460.28		6,094,781.
42000000000000 - Sales Discounts & Rebates					(17,039.8
43000000000000 - Other Revenue					184,258.
Total Revenues			475,460.28		6,261,999.7
Cost of Sales					
510000000000000 - Cost of Sales			(443,629.59)		(5,838,096.4
52000000000000 - Cost of Sales Inventory Variances			(7,626.10)		(36,896.5
53000000000000 - Cost of Sales - Landed Costs			35.00		46,309.
54000000000000 - Cost of Sales - Resources Costs &					
Variance: 550000000000000 - Cost of Sales - Cash Discount					(1,810.8
Total Cost of Sales		(451,220.69)		(5,830,494.5
Gross Profit			24,239.59		431,505.2
Expenses					
61000000000000 - Office & Administrative Expenses			(4,294.37)		(261,881.0
620000000000000 - Legal & Professional Expenses					(48,608.0
63000000000000 - Travel Expenses					(18,571.5
64000000000000 - Payroll Expenses			(14,915.90)		(293,393.7
65000000000000 - Tax Expenses			(1,023.02)		(26,073.2
660000000000000 - Sales Write Offs and Bad Debt					
67000000000000 - Depreciation & Amortization					
68000000000000 - Other Expenses					(106.6
69000000000000 - Operational fees			(5,436.57)		(44,840.7
Total Expenses			(25,669.86)		(693,475.0
Operating Profit			(1,430.27)		(261,969.7
Financing					
71000000000000 - Currency Exchange					(0.0)
Total Financing					(0.0
Profit After Financing Expenses			(1,430.27)		(261,969.7
Total Financing			(1,430.27)		((

Account Name

System Currency: \$

Account Name

Other Revenues and Expenses

81000000000000 - Other Revenue & Expenses

Profit Period (1,430.27) (261,969.79)

Total Other Revenues and Expenses

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 Printed By:
 SAP Business One
 Printed On:
 7:43AM 10/20/17

Lignus, Inc Template: Chart of Accounts Report Cycle: Annual Report Posting Date: To 09/30/17 Transaction Cross-Section by Posting Date: Account Name Balance Account Name Balance Account Name

Transaction Cross-Section by Posting Date:			Currency: \$
Account Name	Balance	Account Name	Balance
Assets		Liabilities	
11000000000000 - Bank & Cash	10,519.58	210000000000000 - Accounts Payable *	2,356,089.24
12000000000000 - Accounts Receivables	1,876,460.07	22000000000000 - Sales & Use Tax Liabilities	2,287.37
13000000000000 - Inventories	171,861.64	23000000000000 - Payroll Liabilities	800.00
14000000000000 - Prepaid Expense		24000000000000 - Other Current Liabilities	73,388.03
15000000000000 - Fixed Assets	127,410.77	24010000000000 - Other Accounts Payable	
16000000000000 - Accumulated Depreciation	(7,808.57)	25000000000000 - Long Term Liabilities	
170000000000000 - Other Current Assets	7,953.36	Total Liabilities	2,432,564.64
18000000000000 - Other asset	13,500.00	Equity	
Total Assets	2,199,896.85	31000000000000 - Capital	(16,465.01)
	2,199,896.85	32000000000000 - Retained Earnings	103,047.35
	=========	33000000000000 - Opening Balance & Period Closing	
		Profit Period	(319,250.13)
		Total Equity	(232,667.79)
			2,199,896.85

^{*} Post-petition accounts payable are included in this figure, and were \$122,954.69 as of 9/30/17

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 SAP Business One
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 7:45AM
 10/20/17

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	No. Yes. Explain
	as the debtor-in-possession during this reporting period provided compensation or remuneration to ficers, directors, principals, or other insiders without appropriate authorization?
X	No
Sta	ate what progress was made during the reporting period toward filing a plan of reorganization:
_Tl	he Debtor filed its Chapter 11 petition during the reporting period. The Debtor made progress with
res	spect to obtaining Orders on First Day Motions, filing Schedules, and working toward fulfilling reporting
rec	quirements.
De	escribe potential future developments which may have a significant impact on the case.

Case	17-05475-CL11	Filed 10/24/17	Entered 10/24/17 07:43:28 22	Doc 42	Pg. 15 of
Did yo	ou receive any exem	pt income this mo	nth, which is not set forth in the	operating r	eport?
X	No.				
	Yes. Please set	forth the amounts	and the source of the income.		
-					
		_			
-	Gaitan, CFO of Ligi				1 3 2
•		0 0	r-in-possession operating report a	and that the	information
ned here	ein is true and comp	plete to the best of	my knowledge.		
Octobe	r 23, 2017		/s/ Jose Gait	an	
			Jose Gaitan, CFO o	f Lignus, I	nc.

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This Statement: September 29, 2017 Last Statement: September 17, 2017

Account 9807

DIRECT INQUIRIES TO:

Customer Service 1 (800) 400-6080

0072536 4273-06-0000-CBT-PG0030-00021

P.O. Box 489, Lawndale, CA 90260-0489

LIGNUS INC DEBTOR-IN-POSSESSION CASE 17-05475-CL11 531 ALTA RD STE 8 SAN DIEGO CA 92154-5720

> Chula Vista 444 Third Avenue Chula Vista, CA 91910-4603 (619) 409-4000

SUMMARY	ΩE	ACCOL	INT P	BALANCE
SUMMAN	U.	ALLUL) I	ALANGE

Checking/Savings Outstanding Account Number **Ending Balance** Balances Owed Account Type Business Advantage Checking 5794059807 \$10,834.17

BUSINESS ADVANTAGE CHECKING 5794059807

105 21

Previous Balance	Deposits/Credits	Charges/Debits	Checks Processed	Ending Balance
0.00	329,266.83	158,202.44	160,230.22	10,834.17

13 DEPOSITS/CREDITS

Date	A mount	Description
09/19	18, 138.57	DEPOSIT 5353025889
09/20	162.22	DEPOSIT 5353017508
09/20	1, 196.31	DEPOSIT 5353017510
09/20	26,340.60	DEPOSIT 5353038841
09/20	107, 101.29	DEPOSIT 5353038839
09/20	50,000.00	WIRE/IN-2017092000004629;ORG CARPIMAT DEL NOROESTE S DE RL D 1304601276
09/22	77.37	DEPOSIT 5353034625
09/22	462.04	DEPOSIT 5353034623
09/22	50,000.00	WIRE/IN-2017092200007708;ORG CARPIMAT DEL NOROESTE S DE RL D 1304201953
09/22	19,852.56	WIRE/IN-2017092200005315;ORG MADERAS FINAS LOS PINOS S DE RL 1304201350
09/25	25,627.69	DEPOSIT 5353058593
09/28	308.18	DEPOSIT 5353039166
09/29	30,000.00	WIRE/IN-2017092900007349;ORG CARPIMAT DEL NOROESTE S DE RL D 1304402088

14 CHARGES/DEBITS

Data

Date	Amount	Description
09/20	14.00	WIRE FEE-INCOMING DOMESTIC
09/22	14.00	WIRE FEE-INCOMING DOMESTIC
09/22	15.00	WIRE FEE-INCOMING INT CURR
09/22	7,469.46	OASISINVBATCH INVOICE H02597882 REF # 017264006875995 1107009369
09/25	36,229.80	WIRE/OUT-2017092500003032;BNF QUART INTERNATIONAL COMPANY LI 1304500786
09/25	50.00	WIRE FEE-OUTGOING FOREIGN
09/25	286.49	DELUXE BUS SYS. BUS PRO 80867757 REF # 017268008247287 1108028062
09/25	757.90	T-MOBILE.COM PCS SVC REF # 017268008310396 1108041064
09/26	22,000.00	WIRE/OUT-2017092600004596;BNF QUART INTERNATIONAL COMPANY LI 1304001234
09/26	3,000.00	WIRE/OUT-2017092600006012;BNF PVS INTERNATIONAL 1304001597
09/29	14.00	WIRE FEE-INCOMING DOMESTIC
09/29	47,061.76	WIRE/OUT-2017092900006666;BNF QUART INTERNATIONAL COMPANY LI 1304401906
09/29	33,920.57	WIRE/OUT-2017092900007669;BNF KUEHNE NAGEL SERVICES 1304402182
09/29	7,369.46	OASISINVBATCH INVOICE H02601659 REF # 017271001282810 1107426106

Docorintion

An Easy Approach To Balancing Your Account

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To reconcile your checkbook balance to your statement balance: Mark off each entry in your check register that has been charged to your account during the statement period. List the checks you have written, but are not yet charged to your account in the "Checks Outstanding" column below. Then, follow the instructions in lines 1 through 10.

CHECKS OUTSTANDING			CHECKBOOK BALANCE		
Check Number	Check Amount		LIST your checkbook balance.		
			ADD any deposits or other credits listed on the front of this statement which you have not recorded in your checkbook (such as payroll credits or other direct electronic deposits).		
		******	3. SUBTOTAL:		
			SUBTRACT any charges listed on the front of this statement which you have not recorded (such as service charges, automatic transfers, electronic transactions, etc).		
		-	5. ADJUSTED CHECKBOOK BALANCE:	-	
			This balance should	d agree with line 10, below.	
			STATEMENT BALANCE		
			LIST your current statement balance as shown on the front of this statement.		
			7. ADD deposits made, but not shown on this statement.		
			8. SUBTOTAL:		
		>	SUBTRACT total from "Checks Outstanding."		
TOTAL:			10. ADJUSTED STATEMENT BALANCE:		

PROMPTLY EXAMINE YOUR STATEMENT AND REPORT ANY PROBLEM

Transfer to Line 9.

You must promptly examine your account statements and report any discoverable errors, unauthorized signatures, alterations, missing endorsements, or unauthorized transfers. Failure to do so may result in your loss of certain rights or remedies. For example, you must identify the discoverable alteration or forgery of a check within 30 days of us sending you, or making available to you, the statement reflecting that check, and you must also immediately report to us what you find. Businesses should check their account transactions daily, for which various online services are available. For additional information, please see your deposit account agreement and application service agreement(s) for details. See also the consumer disclosures below.

CONSUMER ACCOUNTS: IN CASE OF ERRORS OR QUESTIONS ABOUT YOUR ELECTRONIC TRANSFERS OR MONEY RESERVE TRANSACTIONS

If you think your statement is wrong, or if you need more information about a transfer on this statement or on a receipt, please telephone or write us. Please use the telephone number or address listed on the front of this statement to contact us as you can. We must hear from you no later than 60 days after we sent or made available the FIRST statement on which the problem or error appeared. The provisions in this paragraph do not apply to business or other non-personal accounts. The owners of those accounts must settle all unauthorized transactions or errors within 24 hours of receipt of the Item posting in order to be returned.

- Tell us your name and account number.
- Describe the error or transfer you are unsure about, and explain as clearly as you can why you believe there is an error or why you need more information.
- 3. Tell us the dollar amount of the suspected error.

We will investigate your complaint and correct any error promptly. If we take more than 10 business days to do this, we will recredit your account for the amount you think is in error, so that you will have use of the money during the time it takes us to complete our investigation.

FOR MONEY RESERVE ACCOUNTS:

IN CASE OF ERRORS OR QUESTIONS ABOUT YOUR PERSONAL CREDIT LINE (This is a Summary of Your Billing Rights).

If you think your statement is wrong, or you need more information about a transaction on your statement, write us at the address on the front of this statement as soon as possible. We must hear from you no later than 60 days after we sent you the first statement on which the error or problem appeared.

You can telephone us but doing so will not preserve your rights. In your letter, give us the following information.

This balance should agree with line 5, above.

- 1. Your name and account number.
- 2. The dollar amount of the suspected error.
- Describe the error and explain, if you can, why you believe there is an error. If you need more information, describe the item you are unsure about.

You do not have to pay any amount in question while we are investigating, but you are still obligated to pay the parts of your bill that are not in question. The charge in question may remain on your statement, and we may continue to charge you interest on that amount. But, if we determine that we made a mistake, you will not have to pay the amount in question or any interest or other fees related to that amount. While we investigate your question, we cannot report you as delinquent or take any action to collect the amount you question. You must notify us in writing. You can telephone us, but doing so will not preserve your rights. Contact us at California Bank & Trust, PO Box 25787, Salt Lake City, UT 84125-0787.

Balance Subject to Interest Rate: We use the method called "average daily balance", (including current transactions) to calculate the daily balance. If you have any further questions about the method and how resulting interest charges are determined, please feel free to contact us at 1-800-400-6080.

We may report information about your Money Reserve account to credit bureaus. Late payments, missed payments, or other defaults on your account may be reflected in your credit report.

Please notify us if we report any inaccurate information about your account(s) to a credit bureau. Your written notice describing the specific inaccuracy should be sent to us at the following address: California Bank & Trust, PO Box 25787, Salt Lake City, UT 84125-0787.

Thank you for banking with California Bank & Trust.

Become an Online Banking Customer for 24-hour account access.

Review account balances
 Review posted transactions
 Pay bills
 Transfer funds
 Sign up today at www.calbanktrust.com or call 888-217-1265.

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P.O. Box 489, Lawndale, CA 90260-0489

12 CHECKS PROCESSED

Number	Date	Amount	Number	Date	Amount	Number	Date	A mount
1001	09/26	24,709.71	1007	09/29	17,368.77	9999*	09/21	23,132.25
1003*	09/27	800.00	1012*	09/29	9,609.60	9999*	09/22	26,118.46
1005*	09/28	35,932.11	9999*	09/20	11,579.78	9999*	09/25	37.99
1006	09/28	914.91	9999*	09/21	9,026.64	9999*	09/28	1,000.00

* Not in check sequence

AGGREGATE OVERDRAFT AND RETURNED ITEM FEES

	rotal for This Period	rotal Year-to-Date
Total Overdraft Fees	\$0.00	\$0.00
Total Returned Item Fees	\$0.00	\$0.00

To learn more about our other products and services that may lower the cost of managing account overdrafts or to discuss removing overdraft coverage from your account, please contact Customer Service or visit your local branch.

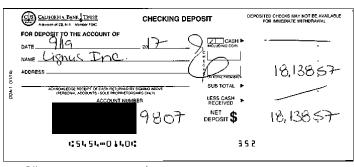
DAILY BALANCES

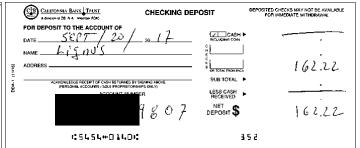
Date	Balance	DateBalar	ce Date	Balance
09/19	18,138.57	09/22 195,961	37 09/27	133,717.17
09/20	191,345.21	09/25 184,226	88 09/28	96,178.33
09/21	159,186.32	09/26 134,517	17 09/29	10,834.17

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Ref# 53025889

\$18138.57

Ref# 53017508

\$162.22



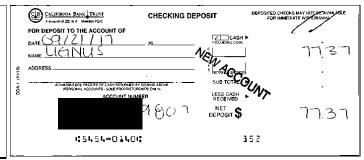




Ref# 53038841

\$26340.60



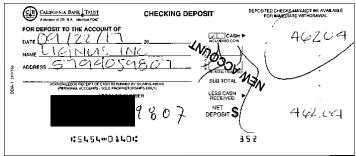


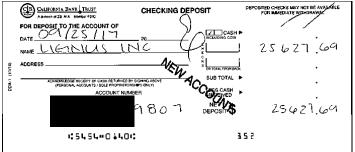
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\$107101.29

Ref# 53034625

\$77.37



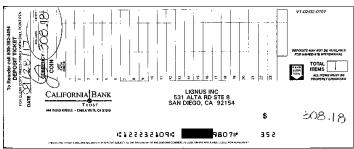


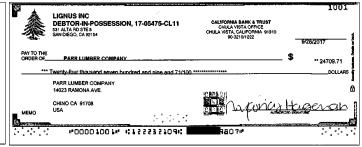
Ref# 53034623

\$462.04

Ref# 53058593

\$25627.69





Ref# 53039166

\$308.18

Ref# 53068499

\$24709.71

Ch# 1001

Case 17-05475-CL11 Filed 10/24/17 Entered 10/24/17 07:43:28 Doc 42 California Bank & Trust ACCOUNT #2 9807 Pg.Th2sLStafement: September 29, 2017 Page 6 of 7 1005 LIGNUS INC LIGNUS INC DEBTOR-IN-POSSESSION, 17-05475-CL11 591 ALTA RO STE 8 SAN DIEGO. CA 92:154 DEBTOR-IN-POSSESSION, 17-05475-CL11 9/26/2017 ROSA ESTRADA ** 35932.11 ** 800 OD *** Eight hundred and 00/100 DOLLARS ROSA ESTRADA 2475 PASEO DE LAS AMERICAS #3657 PARR LUMBER COMPANY 14023 RAMONA AVE. SAN DIEGO CA 92154 Kunga Hagenan CHINO CA 91708 pricex Hageral *00001005* :122232109: 9807# Ch# 1003 Ref# 53055425 \$35932.11 Ch# 1005 Ref# 53074705 \$800.00 1006 1007 LIGNUS INC DEBTOR-IN-POSSESSION, 17-05475-CL11 531 ALTA RD STE 8 SAN DIEGO, CA 92154 LIGNUS INC DEBTOR-IN-POSSESSION, 17-05475-CL11 9/28/2017 ** 17368.77 PAY TO THE ORDER OF_ ** 914 91 sand three hundred sixty-eight and 77/100 ** *** Nine hundred and fourteen and 91/100 * HAMPTON LUMBER SALES COMPANY MARIA JOSE HAGENAH LOS ANGELES CA 90084-9689 ana Hagerah <u>kuncultagenar</u> #0000100?# #122232109# 980 7# Ch# 1006 Ref# 53004650 \$17368.77 Ch# 1007 Ref# 53044907 \$914.91 1012 LIGNUS INC DEBTOR-IN-POSSESSION, 17-05475-CL11 831 ALTA RD STES AND DEBO, CA 92154 DATE 09/20/17 PAY TO THE PARE LUMBER COMPANY 1\$11,579.78 ** 9609.60 Eleventhaniand Five hundred seventurainas 8/2007 CB CALIFORNIA BANK TRUST PARR LUMBER COMPANY 14023 RAMONA AVE. Whyrico Hageran CHINO CA 91708 USA raviax Hageran 0.1222321090 980 ?# мемо # ODOO 1012# # 122232109# 9807# Ref# 53058263 \$11579.78 Ch# 9999 Ref# 53079315 Ch# 1012 \$9609.60 LIGNUS, INC. Account No 5794059807 DATE 001/21/17 DATE 00 /2017 PAYTO THE HAMPEN WINDOW SALES \$9,000,00 Softer of Park Lumber Company \$23,132.25 Nine tive kand thenty six ed (100) Doulars & == Twenty three one hundred thirty tuco? \$ /400) CB CALIFORNIA BANK TRUST CALIFORNIA BANK TRUST Works Hagaray Marias Hageman 980 74 0005655556 7807° Ref# 53004971 \$9026.64 Ch# 9999 Ref# 53076595 \$23132.25 Ch# 9999 Name UEINUS INC Name UGNUS INC Account No 5794059807 Account No 579 405 9807 DATE 09 122/17 DATE 09/22/17 \$37.99 Pare Wimber Company, \$26,118.46 Cause Chavez Twenty SIX thousand one hundred eighther as the 90/100 Thrity seven DOLLARS 🛈 🚂





Ref# 53061925

\$26118.46

Ch# 9999

Ref# 53001325

\$37.99

Ch# 9999

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Pg.Tl<mark>2\$2</mark>Stafement: September 29, 2017 Page 7 of 7

Name LICINUS, INC Account No 5794059807 DATE 09 122/17 BASES OF PEDRO DURAN _ \$1,000.*0*0 (One thousand or (160) CALIFORNIA BANK TRUST
GREATIST GREATIST CHILDRENS 4919
CHILDRENG TREADS CHILDRENS 4919
CHILDRENG TREADS CHILDRENG 4919 1122232194 980 7#

Ref# 53002264

\$1000.00

Ch# 9999